

August 6, 2009

Hon. Carlos Uresti, Co-Chair of the Bexar Met Oversight Committee 2530 SW Military Drive, Suite 103 San Antonio, TX 78224

Hon. Frank Corte, Co-Chair of the Bexar Met Oversight Committee 2040 Babcock Rd., Suite 402 San Antonio, TX 78229

RE: Bexar Metropolitan Water District Oversight Committee

Dear Senator Utesti and Representative Corte:

As you well know, the drought and weather patterns have posed challenges for even the most capable water suppliers in Central and South Texas, and although we have heard surprisingly little about how Bexar Met's water supplies are or are not holding up, I think it is safe to assume they have been adversely impacted.

SENATOR URESTI

I was advised by Mr. Needham that you are attempting to schedule an Oversight Committee meeting for September 1 or 2, 2009. In that regard, I would like to have Bexar Met be prepared to provide responses to the following questions:

A. What actions has Review Bexar Met's taken and/or what actions does Bexar Met intend to take to employ a manager with a demonstrated high-level of water utility management expertise. who is ethical and has no financial interest in the district? More specifically,

- When, where, and how was the General Manager vacancy advertised?
- How many individuals applied for the position of General Manager?
- Did the Board make an offer to or attempt to negotiate with any of those applicants?
- What is the status of Bexar Met's current efforts, if any, to hire a General Manager?
- Who is responsible for the day-to-day management of Bexar Met's affairs?
- Why did Mr. Thuss resign? Has his position been filled?
- How many other resignations of licensed professional engineers have occurred in 2009?
- How many licensed engineers does Bexar Met currently employ?

B. Review Bexar Met's recent proposal to construct a water tank in Timberwood Park

- What problem is this proposal intended to solve?
- Is this the best solution for Bexar Met customers and other residents in the area?
- What is the current status of the proposal and any alternate solutions?

Hon. Carlos Uresti Hon. Frank Corte August 6, 2009 Page 2

C. Review Bexar Met's actions in response to the current drought summer of 2009

- How many storage tanks does Bexar Met operate in its Hill Country (e.g., Timberwood Park and Stone Oak) service areas?
- Present data for and graphic depiction of how full each of these tanks were over time (hourly increments) during the week of August 17, 2009 through August 23, 2009.
- How many wells does Bexar Met operate in its Hill Country service areas?
- Present data for and graphic depiction over time (nourly increments) of the water levels, production rates, and the tanks associated with each of these wells for the week of August 17, 2009 through August 23, 2009.
- To what extent has Bexar Met cooperated with SAWS and/or any other water system to be
 prepared to meet the needs of its customer in the event of service outages arising from main
 breaks, equipment break downs, declining well levels, etc.?
- D. How many schools, nursing homes, hospitals, day care centers, and similar establishments with vulnerable constituents operate within Bexar Met's Hill Country service area?

E. Is Bexur Met capable of providing adequate storage to respond to a major fire flow demand particularly in those areas that have experienced low pressure incidents and other problems?

- How would you characterize Bexar Met's ability to meet fire flow requirements "24-7" in its Hill Country service areas during the week of August 17, 2009 through August 23, 2009?
- Is there any time during which a fire flow demand could have precipitated a low pressure situation?
- Was any Bexar Met water used to fight the british fire near Blanco and Old Blanco Road the evening of August 4, 2009? If so, what impact did it have on the system?

F. How is the drought affecting Bexar Met's financial position? If the drought continues for another 12 months, what would Bexar Met's financial position be at the end of that year?

G. What has Bexar Met done to adopt new impact fee and water development fee structures and how do they compare with other water utility providers in the region?

Please advise if you can arrange for some time during the next Oversight Committee for Bexar Met to respond to these questions. If so, will you make Bexar Met aware of my questions, or I should communicate with Bexar Met directly?

If you have any questions or comments, please do not hesitate to contact me.

Sincerely,

CIVIL ENGINEERING CONSULTANTS

Don Durden, P.E.

Member Bexar Metropolitan Water District Oversight Committee



MEMORANDUM

To:

Management Team

Through:

Robert R. Villarreal II, P.E.

Acting Director of Engineering

From:

Bobby Mengden, P.E.

Engineer and Project Manager

Date:

August 21, 2009

Re:

Oversight Committee Response

The following is in response to the letter from Mr. Don Durden, Consulting Engineering Consultants ("CEC") to the Bexar Metropolitan Water District Oversight Committee dated August 6, 2009 and received August 25, 2009. The Bexar Metropolitan Water District Engineering Department submits the following responses:

- B. Review BexarMet's recent proposal to construct a water tank in Timberwood Park
 - What problem is this proposal intended to solve?

The Engineering Department assumes that this question is in regard to Stone Oak and specifically Pressure Zone 1395 ("PZ 1395"). All answers are based upon this assumption. This Request for Qualifications (RFQ #2009-007) was intended to be utilized in the selection of a consulting engineer for the design of an elevated storage tank at BexarMet's 1190 Flagstone Drive site. This elevated storage tank would be connected to existing infrastructure along Hardy Oaks Blvd. and would satisfy the current elevated storage deficiency for Pressure Zone 1395 of the Hill Country Service Area. The Board of Directors, at its June 29, 2009 meeting, voted to suspend construction of an elevated storage tank at 1190 Flagstone Drive at this time.

• Is this the best solution for BexarMet customers and other residents in the area? Yes, an elevated storage tank in this area (PZ 1395) is required and will satisfy two major components of our Capital Improvements Plan ("CIP"). First, it will provide enough elevated storage to meet current and future demands in PZ 1395. Elevated storage is the most reliable and efficient method for providing fire flow to the residents

Oversight Committee Response 8/21/2009 Page 2 of 2

in the area. Second, when connected to the water main along Blanco Road, it will provide redundant water supply to both PZ 1395 of Stone Oak and Timberwood Park. Redundant water supply reduces the risk of single point failures and possible water outages.

• What is the current status of the proposal and any alternate solutions?

RFP #2009-007 was cancelled and cancellation letters were sent out on July 1, 2009 informing potential bidders. Currently, BexarMet is pursuing the purchase of property in the Terra Bella subdivision, in Stone Oak. Lockwood, Andrews, Newnam ("LAN") will host an Information Session on Monday, August 31, 2009 to inform the public of the proposed tank location at Terra Bella, the advantages of the site, elevated tank styles, tank color schemes, and to solicit input from the public. Staff intends on seeking approval from the Board of Directors to utilize an alternative delivery method, known as "Design Build" to place an elevated storage tank at Terra Bella. The advantages of "Design Build" are: 1) single point of responsibility for design and construction; 2) accelerated project schedule; 3) Qualifications, price and design concept can be considered in the selection; and 4) Guaranteed price possible early in the process.

Please let me know if further explanation or clarification is required for any of these responses.

CEC



MEMORANDUM

To:

Management Team

From:

Rogelio Placencia.

Director of Operations

Date:

August 27, 2009

Re:

Legislative Oversight Committee (LOC) Response

The following responses are specific to questions requested in the letter from Mr. Don Durden at Consulting Engineering Consultants ("CEC") to the Bexar Metropolitan Water District Oversight Committee dated August 6, 2009 (attached for reference). The Operations department has summarized these responses to the specific questions outlined in the letter:

Item "C"

Q: Review BexarMet's actions in response to the current drought summer of 2009

 How many storage tanks does BexarMet operate in its Hill Country (e.g., Timberwood Park and Stone Oak) service areas?

The District operates a total of 7 storage tanks in the Hill Country PWS (which includes the Stone Oak area). This includes 5-Ground and 2-Elevated storage tanks.

The District operates a total of 7 storage tanks in the Timberwood Park PWS including 6-ground and 1-elevated storage tanks.

 Present data for and graphic depiction of how full each of these tanks were over time (hourly increments) during the week of August 17, 2009 through August 23, 2009.

Refer to attachment illustrating tank level graph for the week of August 17, 2009 through August 23, 2009.

How many wells does BexarMet operate in its Hill Country service areas?

Oversight Committee Response 8/27/2009 Page 2 of 2

The District operates a total of 12 water wells in the Hill Country PWS (which includes the Stone Oak area). 1 well is currently on standby.

The District operates a total of 14 water wells in the Timberwood Park PWS. Currently, 3 wells are not operational.

• Present data for and graphic depiction over time (hourly increments) for the water levels, production rates, and the tanks associated with each of these wells for the week of August 17, 2009 through August 23, 2009.

Refer to attachment illustrating water levels, production rates and tanks for week of August 17, 2009 through August 23, 2009.

 Q: To What extent has a BexarMet cooperated with SAWS and/or any other water system to meet the needs of its customer in the event of service outages arising from main breaks, equipment break downs, declining well levels, etc?

A: The district continues to have a working relationship with San Antonio Water Systems (SAWS) on specific projects. The District has an interconnect with SAWS as an alternate source to sustain tank levels for BexarMet's Facility #63 near Blanco Rd. To date the District has not had the need to utilize the interconnect since 2006. However, the District has an understanding that this interconnect can be utilized by contacting SAWS representatives.

FACILTY LIST FOR HILL COUNTRY & TROBERSHOOD PARK SYSTEMS.

| Facilty # | SEMMO-SINE S | 08108134 (08500052) |
|-----------|-----------------------------|-----------------------------|
| 063 | 685 FM 1604 W. | STATION #1 H.C.V. |
| 064 | 451 KNIGHT CROSS DR. | STATION #2 H.C.V. |
| 065 | 108 ASPEN LN. (105 Bitters) | STATION #3 H.C.V. |
| 066 | 106 BLACKHAWK TR. | STATION #4 H.C.V. |
| 067 | 302 TOWER DR. | STATION #5 H.C.V. |
| 068 | 508 VENTURA | STATION #6 H.C.V. |
| 069 | 367 DONELLA . | STATION #7 H.C.V. |
| 091 | 201 BITTERS RD. | WELL NO.9 |
| 190 | 18999 HUEBNER (4) | STEIN-WELL |
| 191 | 18999 HUEBNER (5) | STEIN-WELL |
| 192 | 18999 HUEBNER (6) | STEIN-WELL |
| 193 | 18999 HUEBNER (7) | STEIN-WELL |
| 194 | 18999 HUEBNER (8) | STEIN-WELL |
| 195 | 18999 HUEBNER (1) | STEIN-WELL |
| 196 | 18999 HUEBNER (2) | STEIN-WELL |
| 197 | 18999 HUEBNER (3) | STEIN-WELL |
| 198 | 18999 HUEBNER (9) | STEIN - STATION - FLEX SITE |

| Facilty # | an sa sa an | |
|-----------|---|----------------------------|
| 075 | 26975 TIMERLINE DR. | STATION #1 (WELLS #1 & #2) |
| 076 | 26802 HARMONY HILLS | STATION #2 (WELL #3) |
| 077 | 26802 HARMONY HILLS | STATION #3 (WELL #4) |
| 078 | 26803 HARMONY HILLS | STATION #4 (WELL #5) |
| 079 | 26719 SHADOW PASS | STATION #5 |
| 080 | 801 BEST WAY | STATION #6 (WELLS #6 & #7) |
| 081 | 801 BEST WAY | STATION #7 BP/TANK |
| 082 | 27102 ENCHANTED EVE | STATION #8 (TANK) |
| 095 | 25734 WILD TURKEY RD. | TIMBERWOOD WELL #1 |
| 161 | 25723 ECHO MOUNTAIN | NEW ELEVATED TANK SITE |
| 185 | 27631 CRAZY HORSE RD. | DYM - WELL # 10 |
| 200 | ADDRESS PENDING | DYM - WELL # 09 |
| 201 | ADDRESS PENDING | DYM - WELL # 07 |
| 202 | ADDRESS PENDING | DYM - WELL # 202 |

| | | | E | HIII Country 0 | 150054 We | 150054 Well Daily GPM's and Production | s and Prod | action | | | | |
|-----------------|--------|--------|--------|----------------|-----------|--|------------|--------|--------|--------|-------------|--------|
| Date | 065WP1 | 065WP2 | 066WP1 | 066WP2 | 067WP1 | 091WP1 | 190WP1 | 191WP1 | 193WP1 | 194WP1 | 195WP1 | Totals |
| August 17, 2009 | 1,300 | 4,000 | 430 | 1,150 | 300 | 1,182 | 640 | 615 | 0 | 610 | | 10,227 |
| August 18, 2009 | 1,300 | 4,000 | 450 | 1,150 | 300 | 1,182 | 989 | 632 | 613 | 613 | Out of Serv | 10,876 |
| August 19, 2009 | 1,300 | 4,000 | 430 | 1,150 | 008 | 1,182 | 611 | 0 | 642 | 290 | <u> </u> | 10,205 |
| August 20, 2009 | 1,300 | 4,000 | 450 | 1,150 | 0 | 1,182 | 616 | 610 | 643 | 009 | | 10,551 |
| August 21, 2009 | 1,300 | 4,000 | 450 | 1,150 | 300 | 1,182 | 620 | 611 | 979 | 0 | Out of Serv | 10,239 |
| August 22, 2009 | 1,300 | 4,000 | 450 | 0 | 300 | 1,220 | 0 | 009 | 979 | 583 | 1 | 9,079 |
| August 23, 2009 | 1,300 | 4,000 | 430 | 1,150 | 300 | 1,144 | 0 | 610 | 625 | OFF | | 9,559 |
| Daily Avg. | 1,300 | 4,000 | 441 | 986 | 257 | 1,182 | 446 | 525 | 539 | 428 | | 10,105 |
| | | | | | | | | | | | | |

| Date | 065WP1 065WP2 066WP1 086WP2 | -065WP2 | _066WP1 | 200 | 067WPI | 067WPI 193WPI 190WP1 193WPI | 190WP1 | 191WP1 | 193WP1 | 194WP7 195WP1 | T-J/MS6T | Totals |
|-------------------------------------|---|---------------------|-----------|-------------------|-----------|--|---------------------|-----------|-------------------|-----------------|-------------|------------|
| August 17, 2009 1,720,000 5,597,000 | 1,720,000 | 5,597,000 | 591,000 | 971,000 | 421,000 | 1,576,410 | 1,576,410 1,036,000 | 728,000 | 0 | 26,000 | Out of Serv | 12,666,410 |
| August 18, 2009 | | 1,916,000 6,239,000 | 656,000 | 998,000 | 467,000 | 1,745,680 | 880,000 | 736,000 | 736,000 1,199,000 | 775,000 | Out of Serv | 15,611,680 |
| August 19, 2009 | 1,930,000 6,360,000 | 6,360,000 | 000'699 | 967,000 | 464,000 | 1,777,740 | 827,000 | 0 | 920,000 | 839,000 | Out of Serv | 14,753,740 |
| August 20, 2009 | 1,752,000 5,926,000 | 5,926,000 | | 611,000 1,044,000 | 0 | 1,644,520 | 877,000 | 587,000 | 820,000 | 801,000 | Out of Serv | 14,062,520 |
| August 21, 2009 | | 499,000 4,353,000 | 546,000 | 310,000 | 796,000 | 1,493,610 | 809,000 | 804,000 | 618,000 | 535,000 | Out of Serv | 10,763,610 |
| August 22, 2009 | 1,923,000 1,813,000 | 1,813,000 | 000'609 | 0 | 402,000 | 1,605,600 | 0 | 994,000 | 994,000 1,045,000 | 0 | Out of Serv | 8,391,600 |
| August 23, 2009 1,492,000 4,151,000 | 1,492,000 | 4,151,000 | 675,000 | 756,000 | 467,000 | 1,751,230 | 0 | 895,000 | 920,000 | 459,000 | Out of Serv | 11,566,230 |
| Total | Total 11,232,000 34,439,000 4,357,000 5,046,000 | 34,439,000 | 4,357,000 | 5,046,000 | 3,017,000 | 3,017,000 11,594,790 4,429,000 4,744,000 5,522,000 3,435,000 | 4,429,000 | 4,744,000 | 5,522,000 | 3,435,000 | 0 | 87,815,790 |
| Daily Avg. | Daily Avg. 1,604,571 4,919,857 | 4,919,857 | 625,429 | 720,857 | 431,000 | 1,656,399 | 632,714 | 677,714 | 788,857 | 490,714 | 0 | 12,545,113 |
| Hourly Avg. | 66,857 | 204,994 | 25,935 | 30,036 | 17,958 | 69,017 | 26,363 | 28,238 | 32,869 | 20,446 | 0 | 522,713 |

| | MARK 1778 |
|--------------------|-----------|
| Ground Storage | Tanks |
| Asset # | Gallons |
| 063GT1 | 2,000,000 |
| 063GT2 | 2,000,000 |
| 067GT1 | 126,700 |
| 069GT1 | 250,000 |
| 069GT2 | 500,000 |
| Total Capacity (5) | 4,876,700 |

| Hill Country 0150054 | System Info |
|----------------------|-------------|
| Elevated Storage | Tanks |
| Asset # | Gallons |
| 064ET1 | 6,000,000 |
| 068ET1 | 500,000 |
| Total Capacity (2) | 6,500,000 |

| Well P | umps |
|-------------|--|
| Asset # | Pumps To |
| 065WP1 | 063GT1 & 063GT2 |
| 065WP2 | 063GT1 & 063GT2 |
| 065WP3 | 063GT1 & 063GT2 |
| 066WP1 | 068ET1 |
| 066WP2 | 068ET1 |
| 067WP1 | 067GT1 |
| 091WP1 | 063GT1 & 063GT2 |
| 190WP1 | 064ET1 |
| 191WP1 | 064ET1 |
| 193WP1 | 064ET1 |
| 194WP1 | 064ET1 |
| いへい-で197WP1 | 064ET1 |
| | 065WP1 065WP2 065WP3 066WP1 066WP2 067WP1 091WP1 190WP1 191WP1 193WP1 193WP1 |